

CLUB LIME ACQUIRES EIGHT HEALTHWORKS LOCATIONS

16 October 2019



Dear Healthworks Members,

We are very pleased to announce that Viva Leisure Limited (ASX:VVA) recently entered into an agreement to acquire the businesses of Healthworks at Aspley, Deagon, Ipswich, Mooloolaba, Newstead Gasworks, Redcliffe, Teneriffe and West End. The acquisition is expected to complete in the next 30 days.

Viva Leisure is the only health club group in Australia that is listed on the Australian Securities Exchange (ASX). Viva Leisure is the largest non-franchised health club operator in Australia, currently operating 44 facilities across the ACT, regional NSW and Victoria. Viva operates multiple brands across its portfolio including Club Lime (www.clublime.com.au) and hiit republic (www.hiitrepublic.com.au).

The transition from Healthworks to Club Lime will commence upon completion of the acquisition and will progressively complete over the subsequent weeks.

The Healthworks brand, and in particular the eight acquired locations have achieved significant growth over the past few years, and an alignment with Club Lime will see an extension in facilities and services continue, as well as the exciting addition of new locations and boutique offerings such as hiit republic. The remaining four Healthworks locations are not part of the acquisition.

"The Healthworks business is one of the most respected and longest running health clubs and gymnasium groups in Queensland. The owners of the eight acquired locations have done an incredible job establishing such a premium fitness brand with multiple destinations, and successfully growing the business, whilst helping many thousands of members improve their health and wellbeing for nearly two decades. We are extremely excited by what the future will bring by merging these clubs into the Club Lime portfolio." said Harry Konstantinou, Viva Leisure CEO.

"Having been a part of the Healthworks group of clubs for nearly twenty years, I am excited to be selling the business to a company such as Viva Leisure. I am confident that Viva will be able to take the clubs to the next level with their unique approach to health and fitness. I wanted to thank my entire team and know they are as excited about the change as I am" said Andrew Wilkinson, owner.

What does this mean for Healthworks members

You can be assured that under the Club Lime brand, Viva Leisure will continue to focus on delivering the highest quality of services and premium products you have been accustomed to.

There will not be any changes to your existing membership contracts, and they will be fully honoured.

What you will see however is additional services, options and opportunities made available to you as part of your membership. If you are a direct debit paying member, then your direct debit details and authority will simply be transferred to Club Lime. There will be no change to your payment frequency, schedule, or payment amount. All your details will remain confidential, and should you wish to review it, the Club Lime privacy policy is available at www.clublime.com.au

Will I be able to access other Club Lime facilities?

As a loyal Healthworks member, your membership will automatically convert to a Club Lime **multi-club regional membership**. This means you can continue to gain access to all existing Healthworks clubs in Aspley, Deagon, Ipswich, Mooloolaba, Newstead Gasworks, Redcliffe, Teneriffe and West End. Other Healthworks locations not part of the acquisition will no longer be accessible with your new Club Lime membership.

If you wish to access Club Lime facilities in the ACT, New South Wales or Victoria, you will need to upgrade your membership to a non-regional **multi-club** membership. More details on this will be provided shortly. A full list of our facilities and locations is available here <https://www.clublime.com.au/ourclubs/>

What changes can I expect to see?

- Upgrade of cardio equipment at most locations;
- Introduction of additional training equipment;
- Internal and external aesthetic upgrades;
- New flexible membership options;
- New functional training zones; and
- Access to a larger network of facilities around Australia;

Other Healthworks Locations

Please note that the Healthworks locations at Cleveland, Hendra, Sunnybank and Victoria Point are not part of the acquisition and access to these locations with your new Club Lime membership will not be possible.

Reciprocal rights between the eight acquired Healthworks locations and the four remaining Healthworks locations are expected to end shortly. For those members who wish to cancel their membership because of this change, you can do so at no penalty by contacting your local club.

Frequently Asked Questions (FAQ)

Viva Leisure will provide an online Frequently Asked Questions portal for members who may have additional questions which can be accessed at <https://help.vivaleisure.com.au/> As more questions come through, Viva Leisure will continue to update, but in the meantime please feel free to email info@clublime.com.au or discuss with our friendly team at reception. Please expect multiple communications from Club Lime over the next few weeks with further information.

Further information on Club Lime is available here: <https://www.clublime.com.au/>

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